

**8260 California Arts Council**

Issue	Description	Assembly	Senate	Difference	Conference Action
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**8260-101-0001 California Arts Council**

<b>401</b>	<b>Arts Council Earmarks for</b>	1,333,000	0	1,333,000	
<b>402</b>	<b>Local Assistance Grants.</b>				

The Assembly added funding of \$1.3 million to support the following art organizations:

- (1) Mexican Heritage Museum
  - San Jose (\$333,000)
- (2) Arte America Museum
  - Fresno (\$333,000)
- (3) Museum of Latin American Art – Long Beach (\$333,000)
- (4) Armenian Film Foundation (\$333,000).

**8380                      Department of Personnel Administration**

<b>Issue</b>	<b>Description</b>	<b>Assembly</b>	<b>Senate</b>	<b>Difference</b>	<b>Conference Action</b>
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**8380-001-0001      Department of Personnel Administration**

<b>200</b>	<b>Classification and Selection Reform.</b>	0	-1,000,000	1,000,000	
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Assembly approved the Budget Change Proposal to hire a consultant to develop a classification and selection reform plan.

Senate rejected the Budget Change Proposal.

**8380 Department of Personnel Administration**

Issue	Description	Assembly	Senate	Difference	Conference Action
8380-001-0001	Department of Personnel Administration				
9800-001-0001	Augmentation for Employee Compensation				
500	<i>Plata v Schwarzenegger.</i>	0	0	0	
	Assembly approved budget bill language requiring a Department of Personnel Administration report by August 1, 2006, on the agreements reached with bargaining unit 16 and unit 17 relating to the <i>Plata v. Schwarzenegger</i> lawsuit.				

**8570 Department of Food and Agriculture**

Issue	Description	Assembly	Senate	Difference	Conference Action
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**8570-001-0001 Department of Food and Agriculture**

<b>301</b>	<b>Diaprepes Root Weevil.</b>	6,489,000	3,496,000	2,993,000	
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Assembly augmented the Governor's budget proposal to eradicate a new outbreak of the Diaprepes Root Weevil in La Jolla.

Senate approved the budget proposal.

## 8570 Department of Food and Agriculture

Issue	Description	Assembly	Senate	Difference	Conference Action
8570-001-0001	Department of Food and Agriculture				
8570-001-3034					
403	Emerging Threats.	-2,064,000	-5,643,000	3,579,000	
	Assembly reduced Governor's budget proposal by \$2.1 million GF and backfilled this reduction by \$2.1 million in federal funds.				
	Senate reduced Governor's budget proposal by \$5.6 million GF and backfilled \$3.6 million from \$2.1 million in federal funds, \$1.1 million in Office of Homeland Security grant funds, and \$551,000 in Anti-terrorism funds.				

**8570 Department of Food and Agriculture**

Issue	Description	Assembly	Senate	Difference	Conference Action
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**8570-101-0001 Department of Food and Agriculture**

<b>High Risk Pest Exclusion Program.</b>	5,000,000	0	5,000,000	
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Assembly approved additional funding for the High Risk Pest Exclusion Program that funds pest exclusion activities by County Agricultural Commissioners.

Senate did not hear this issue.

**8620 Fair Political Practices Commission**

Issue	Description	Assembly	Senate	Difference	Conference Action
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**8620-001-0001 Fair Political Practices Commission****001 Operating Expense  
Adjustment for Staffing  
Augmentation**

Assembly approved a BCP augmenting the FPPC budget by 12 positions and \$700,000.

Senate recognized a technical error in the BCP and adjusted the request to include \$43,000 in operating expense for the 12 positions requested. This adjustment does not change the funding amount or number of positions requested.

**8660                      Public Utilities Commission**

<b>Issue</b>	<b>Description</b>	<b>Assembly</b>	<b>Senate</b>	<b>Difference</b>	<b>Conference Action</b>
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**8660-001-0462    Public Utilities Commission**  
**8660-001-0491**

<b>300</b>	<b>Climate Change Initiative.</b>	<b>0</b>	<b>1,078,000</b>	<b>1,078,000</b>	
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Assembly rejected the Governor's proposal to fund 12 positions to support the Climate Change Initiative to place this issue in conference.

Senate adopted the Governor's budget proposal to fund 12 positions to support the Climate Change Initiative with technical adjustments.



**8660                      Public Utilities Commission**

Issue	Description	Assembly	Senate	Difference	Conference Action
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**8660-001-0462    Public Utilities Commission**

<b>303</b>	<b>Energy Division.</b>	0	2,757,000	2,757,000	
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Assembly rejected the Governor's proposal to redirect 4 positions from low-income programs.

Senate also rejected the Governor's proposal to redirect 4 positions from low-income programs and approved 27 new positions to address new workload associated with deregulation, recent federal law changes, transmission siting, renewable energy, and energy efficiency.

**8660                      Public Utilities Commission**

<b>Issue</b>	<b>Description</b>	<b>Assembly</b>	<b>Senate</b>	<b>Difference</b>	<b>Conference Action</b>
<b>111</b>	<b>Telecommunications Consumer Bill of Rights.</b>	897,000	2,847,000	1,950,000	
	Assembly deleted \$2 million from the Governor's Finance Letter proposal to reduce by 50 percent the budget for designing and producing a media campaign, salary savings, and delayed hiring investigators until a new database could be implemented.				
	Senate approved the Governor's Finance Letter.				

**8660                      Public Utilities Commission**

<b>Issue</b>	<b>Description</b>	<b>Assembly</b>	<b>Senate</b>	<b>Difference</b>	<b>Conference Action</b>
<b>303</b>	<b>Consumer Service and Information Division.</b>  Assembly approved the Governor's budget proposal to redirect one position from outreach in the Inland Empire to create a small business liaison at the commission.  Senate rejected the Governor's proposal and added one position to create a small business liaison.	0	107,000	107,000	
<b>303</b>	<b>Water Division.</b>  Assembly did not hear this issue.  Senate approved 5 new positions to implement statute that requires the commission to do triennial reviews of investor-owned water utilities.	0	431,000	431,000	

**8660                      Public Utilities Commission**

<b>Issue</b>	<b>Description</b>	<b>Assembly</b>	<b>Senate</b>	<b>Difference</b>	<b>Conference Action</b>
<b>304</b>	<b>California Solar Initiative.</b>	0	0	0	
	Assembly did not hear this issue.				
	Senate approved trailer bill language to ensure that payments made by the commission for large solar installations be based on actual electric output.				
<b>201</b>	<b>Rail Safety Inspections.</b>	662,000	0	662,000	
	Assembly approved 7 additional positions to augment rail safety inspection.				
	Senate did not hear this issue.				

**8660                      Public Utilities Commission**

<b>Issue</b>	<b>Description</b>	<b>Assembly</b>	<b>Senate</b>	<b>Difference</b>	<b>Conference Action</b>
<b>8660-001-0462</b>	<b>Public Utilities Commission</b>				
<b>8660-001-0483</b>					
<b>303</b>	<b>Telecommunications Division.</b>	0	286,000	286,000	
	Assembly approved the Governor's proposal to redirect one position from management of universal service programs to improve advocacy at the Federal Communications Commission.				
	Senate rejected the Governor's proposal and added three positions to improve advocacy at the Federal Communications Commission and to increase staffing for the Deaf and Disabled Telecommunications Program.				

**8660                      Public Utilities Commission**

Issue	Description	Assembly	Senate	Difference	Conference Action
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**8660-001-0493    Public Utilities Commission**

<b>110</b>	<b>California Teleconnect Program.</b>	0	4,827,000	4,827,000	
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Assembly rejected the May Revision augmentation to place this program in conference to conduct further review of implementation of the E-Rate coordination requirements of this program.

Senate approved the May Revision proposal.

**8660                      Public Utilities Commission**

<b>Issue</b>	<b>Description</b>	<b>Assembly</b>	<b>Senate</b>	<b>Difference</b>	<b>Conference Action</b>
<b>8660-001-0462</b>	<b>Public Utilities Commission</b>				
<b>8660-001-3089</b>					
<b>303</b>	<b>Division of Ratepayer Advocates.</b>	0	2,008,000	2,008,000	
	Assembly approved the Governor's proposal to redirect 6 positions from energy to water and telecommunications activities within the division.				
	Senate rejected the Governor's proposal and added 21 positions to augment the division to address increased workload related to energy, telecommunications, and water proceedings and activities.				

**8660                      Public Utilities Commission**

Issue	Description	Assembly	Senate	Difference	Conference Action
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**8660-490                      Public Utilities Commission**

<b>203</b>	<b>Railroad Safety Taskforce Study.</b>	0	0	0	
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Assembly approved budget bill language to reappropriate \$100,000 from special funds for a working group to identify rail safety problems and make recommendations to the commission.

Senate did not hear this issue.



**8660                      Public Utilities Commission**

Issue	Description	Assembly	Senate	Difference	Conference Action
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**8660-491                      Public Utilities Commission**

<b>302</b>	<b>Funding Community Technology Centers.</b>	0	0	0	
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Assembly did not hear this issue.

Senate approved budget bill language to reappropriate \$3 million from special funds for grants to community technology centers for technology upgrades.

**8690                    Seismic Safety Commission**

Issue	Description	Assembly	Senate	Difference	Conference Action
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**8690-001-0217    Seismic Safety Commission**

<b>201</b>	<b>Extend Fee Authority.</b>	0	0	0	
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Assembly adopted trailer bill  
language to extend the  
Commission's fee authority  
which is due to sunset on July,  
1, 2007 by two years.

Senate approved as budgeted.

## **8885                      Commission on State Mandates**

<b>Issue</b>	<b>Description</b>	<b>Assembly</b>	<b>Senate</b>	<b>Difference</b>	<b>Conference Action</b>
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### **8885-001-0001    Commission on State Mandates**

#### **301,    Test Claim Process— 302    Statutory Compliance**

Assembly did not hear the Finance Letter proposal to convert three positions established last year on a three-year limited-term basis to permanent (issue 301). These positions will expedite the reconsideration of certain mandates and reduce the backlog of mandate claims. Additionally, budget bill language was included to require the Commission to report annually on the workload associated with these positions (issue 302).

Senate adopted the Finance Letter.

**8885 Commission on State Mandates**

Issue	Description	Assembly	Senate	Difference	Conference Action
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**8885-295-0001 Commission on State Mandates**

<b>101a</b>	<b>Adjustment to 2005-06 Mandate Claims Costs</b>	0	46,300,000	46,300,000	
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Assembly did not hear the  
Finance Letter proposal to pay  
2005-06 mandate claims costs at  
\$90.3 million.

Senate adopted the  
Administration's cost estimate  
of \$90.3 million and reduced it  
for expected disallowed  
mandate claims identified in the  
budget year (-\$44 million).

**8885 Commission on State Mandates**

Issue	Description	Assembly	Senate	Difference	Conference Action
101b	<b>Payment of 2006-07 Mandate Claims</b>  Assembly did not hear the Finance Letter proposal to pay estimated 2006-07 mandate claims costs one year in arrears (i.e. included in the 2007-08 budget).  Senate accepted the Administration's May Revision Finance Letter proposal to pay estimated 2006-07 mandate costs one year in arrears.	0	-46,208,000	46,208,000	

**8885 Commission on State Mandates**

Issue	Description	Assembly	Senate	Difference	Conference Action
101c	<b>Payment of Prior Obligations of Mandates Identified in 2006-07</b>  Assembly did not hear the Finance Letter proposal to fund newly identified mandates in the budget year, at a revised cost of \$5.7 million.  Senate rejected the Administration's proposals to fund newly determined mandates in the budget year, instead opting to fund them one year in arrears, consistent with the proposal in 101b (above).	0	-45,700,000	45,700,000	

**8885                      Commission on State Mandates**

<b>Issue</b>	<b>Description</b>	<b>Assembly</b>	<b>Senate</b>	<b>Difference</b>	<b>Conference Action</b>
<b>303</b>	<b>Funding for 2005-06 Peace Officer's Procedural Bill of Rights (POBOR) Mandate Costs</b>	0	16,600,000	16,600,000	
	Assembly did not consider this proposal.				
	Senate augmented by \$16.6 million to pay estimated 2005-06 claims for the POBOR mandate.				

**8885                      Commission on State Mandates**

<b>Issue</b>	<b>Description</b>	<b>Assembly</b>	<b>Senate</b>	<b>Difference</b>	<b>Conference Action</b>
<b>401</b>	<b>Trailer Bill to Clarify When</b>				
<b>TB</b>	<b>Mandate Costs are</b>				
	<b>Recognized</b>				
	Assembly did not hear this issue.				
	Senate adopted trailer bill to establish a cut-off date of March 31 each year, by which all mandates claims received will be deemed payable for the subsequent fiscal year. Statewide cost estimates adopted after that date would be payable in the subsequent fiscal year.				



**8885                      Commission on State Mandates**

<b>Issue</b>	<b>Description</b>	<b>Assembly</b>	<b>Senate</b>	<b>Difference</b>	<b>Conference Action</b>
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**8885-297-0001      Commission on State Mandates**

<b>102</b>	<b>Funding for AB 3632 Mandate Prior to Conversion to a Categorical Program</b>	<b>0</b>	<b>-50,000,000</b>	<b>50,000,000</b>	
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Assembly did not hear the May  
Revision proposal to shift the  
half-year funding costs of AB  
3632 to the Department of  
Mental Health budget.

Senate adopted Administration's  
May Revision proposal.

**8885 Commission on State Mandates**

Issue	Description	Assembly	Senate	Difference	Conference Action
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**8885-299-0001 Commission on State Mandates**

101	Adjustment to First Year Payment on 15 Year Mandate Debt Payment Schedule	0	-15,100,000	15,000,000	
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Assembly did not hear the Administration's May Revision proposal to reduce the estimated first year costs of repaying the mandate debt from 98.1 million to \$83 million.

Senate adopted Administration's May Revision proposal.

**8885                      Commission on State Mandates**

<b>Issue</b>	<b>Description</b>	<b>Assembly</b>	<b>Senate</b>	<b>Difference</b>	<b>Conference Action</b>
<b>401</b>	<b>Clarification of Mandate Payment Period</b>				
	Assembly did not hear this issue.				
	Senate adopted budget bill language to clarify the state's obligation to repay past due non-education mandate debt. The language will not affect the state's obligation to repay past due mandate claim debt.				

## 8940                      Military Department

Issue	Description	Assembly	Senate	Difference	Conference Action
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### 8940-001-0001      Military Department

#### 101      Reporting on Outreach Expenditures and Activities for Military Family Relief Fund

Assembly did not hear this  
issue.

Senate adopted budget bill  
language requiring the Military  
Department to conduct a direct  
communications initiative to the  
families of California National  
Guard members on the benefits  
of the Military Family Relief  
Fund. The department will  
absorb this cost.

**8940 Military Department**

Issue	Description	Assembly	Senate	Difference	Conference Action
102	<b>State Military Reserve Training Augmentation</b>  Assembly approved the BCP request for \$261,000 and two positions to address growing recruitment and training workload.  Senate reduced the request by one position (-69,000), deeming the administrative support activity unrelated to the purpose of the BCP.	0	-69,000	69,000	

**8940                      Military Department**

<b>Issue</b>	<b>Description</b>	<b>Assembly</b>	<b>Senate</b>	<b>Difference</b>	<b>Conference Action</b>
<b>105</b>	<b>Use of State Resources for Border Patrol Operations</b>				
	Assembly heard and did not approve budget bill language precluding the use of state funds for U.S.-Mexico border patrol operations.				
	Senate approved budget bill language precluding the use of state funds for U.S.-Mexico border patrol operations.				

**8940 Military Department**

Issue	Description	Assembly	Senate	Difference	Conference Action
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**8940-001-00001 and 8940-001-0890 Military Department**

<b>215</b>	<b>Armory Modernization Projects Augmentation</b>	1,000,000	0	1,000,000	
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Assembly augmented  
\$1,000,000 for armory  
modernization projects and  
added budget bill language  
specifying that the General Fund  
portion of this augmentation  
(\$500,000) could only be  
expended if federal matching  
funds are available.

Senate did not hear this issue.

## **8955                      Department of Veterans Affairs**

<b>Issue</b>	<b>Description</b>	<b>Assembly</b>	<b>Senate</b>	<b>Difference</b>	<b>Conference Action</b>
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### **8955-001-0001      Department of Veterans Affairs**

#### **001      Headquarters Positions Funding Realignment**

Assembly approved the Administration's Finance Letter request to realign funding away from the Farm and Home Program to the General Fund to reflect updated staff assignments.

Senate also approved this request and added budget bill language requiring the department to provide, by January 10, 2007, a workload justification to support the need for the realigned staff.



**8955 Department of Veterans Affairs**

<b>Issue</b>	<b>Description</b>	<b>Assembly</b>	<b>Senate</b>	<b>Difference</b>	<b>Conference Action</b>
<b>109</b>	<b>Operating Expense and Equipment Reduction</b>	0	-2,062,000	2,062,000	
	Assembly did not hear this issue.				
	Senate recognized a technical error in budgeting of the department's headquarters unit operating expense and equipment budget.				

## 8955 Department of Veterans Affairs

Issue	Description	Assembly	Senate	Difference	Conference Action
103 and 104	<b>Augmentation for Nonprofit Veterans Service Organizations</b>	50,000	0	50,000	
TB	<p>Assembly approved a BCP to add \$250,000 to the department's budget for veterans benefit outreach. The Assembly further appropriated \$50,000 (issue 103) for nonprofit veteran's service organizations to conduct similar activities and added trailer bill language (issue 104) to report on strategies to increase the number of veterans getting state benefits. A related issue 102 under item 8955-101-0001, which augmented <i>county</i> veterans service officers by \$1.5 million, is discussed below.</p> <p>Senate approved the BCP.</p>				

**8955                      Department of Veterans Affairs**

Issue	Description	Assembly	Senate	Difference	Conference Action
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**8955-101-0001    Department of Veterans Affairs**

<b>102</b>	<b>Augmentation for County Veterans Services Offices</b>	1,500,000	0	1,500,000	
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Assembly added a \$1.5 million  
subvention to counties to  
augment their outreach  
activities.

Senate did not hear this issue.

**8960 Veterans' Home of California-Yountville**

Issue	Description	Assembly	Senate	Difference	Conference Action
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**8960-011-0001 Veterans' Home of California-Yountville**

105	Food Budget Adjustment at Yountville Veterans Home	0	759,000	759,000	
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Assembly did not hear this issue.

Senate augmented the Yountville Veterans Home food budget by \$759,000 to align the funding level with the nearby Sonoma State Hospital and the other two veterans homes.

**8960 Veterans' Home of California-Yountville**

Issue	Description	Assembly	Senate	Difference	Conference Action
108	<b>Over the Counter Drug Adjustment at Yountville Veterans Home</b>	0	115,000	115,000	
	Assembly did not hear this issue.				
	Senate added \$115,000 to restore the no-cost drug benefit for over-the-counter drugs to residents at the Yountville Veterans Home and added budget bill language directing the department to restore the no-cost prescription drug benefit, consistent with the benefit provided at the other two veterans homes.				

**8965                      Veterans' Home of California--Barstow**

Issue	Description	Assembly	Senate	Difference	Conference Action
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**8965-001-0001    Veterans' Home of California--Barstow**

<b>106</b>	<b>Adjustment to Intermediate Care Facility at Barstow Veterans Home</b>	<b>-19,000</b>	<b>-53,000</b>	<b>34,000</b>	
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Assembly approved BCP  
increasing the number of  
Intermediate Care Facility Beds  
from 40 to 60 and adjusted the  
salary savings level for 10 new  
positions by \$19,000.

Senate amended the request  
further by recognizing  
unreverted operating expense  
funding from a prior reduction.

**8965                      Veterans' Home of California--Barstow**

<b>Issue</b>	<b>Description</b>	<b>Assembly</b>	<b>Senate</b>	<b>Difference</b>	<b>Conference Action</b>
<b>107</b>	<b>Adjustment to Certified Nursing Assistant Staffing at Barstow Veterans Home</b>	-7000	-17,000	10,000	
	Assembly approved a BCP for a four position augmentation and adjusted the BCP to reflect salary savings.				
	Senate further amended the BCP to recognize \$10,000 in unneeded operating expense funding.				